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SECRETARY, BOARD OF OIL, GAS & MINING

BEFORE THE BOARD OF OIL, GAS AND MINING DEPARTMENT OF NATURAL RESOURCES STATE OF UTAH

COMES NOW, Marion Energy, Inc. ("Marion"), acting by and through its attorneys, and affirmatively states that Marion is working to obtain the additional \$301,500 bonding in advance of the upcoming scheduled hearing in the above-subject case. Once the additional bonding is in place, Marion will be in compliance with the Division's December 9, 2010 Order.

Respectfully submitted this 29th day of March, 2011.

Marion Energy, Inc.

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